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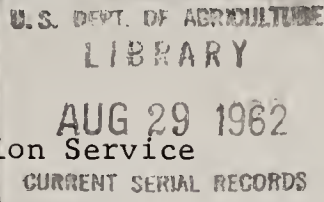
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SOUTH BEND-LAPORTE-ELKHART, INDIANA, MILK MARKET NEWS

Federal Order No. 31  
U. S. Department of Agriculture  
Agricultural Stabilization and Conservation Service  
Telephone: ATLantic 8-2571



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P. O. Box 216  
South Bend 24, Indiana

Issued for Information of Producers  
Who Are Not Members of Cooperative Associations

Vol. VI, No. 7

July 1962

JUNE BASE PRICE \$3.64

Dairy farmers will receive a base price of \$3.64 for June 1962 deliveries of Grade A base milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, Milk Order. The base price is based upon a butterfat test of 3.5 percent, and will be adjusted by a differential of 7 cents for each one tenth percent that tests vary above or below the 3.5 percent standard. This price is 23 cents less than the base price of June 1961.

JUNE EXCESS PRICE \$2.89

June 1962 deliveries of Grade A excess milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, Milk Order will be paid for at the rate of \$2.89 per hundredweight for 3.5 percent milk, and adjusted by the same differential of 7 cents as is used for base milk. These minimum prices are subject to a 4 cent per hundredweight marketing service deduction, together with the authorized hauling charge. For comparative purposes, a uniform price of \$3.54 per hundredweight was computed, which is 1 cent less than the May 1962 computed uniform price and 22 cents less than the computed uniform price of June 1961.

PRODUCER RECEIPTS

The average daily producer receipts have decreased about 7.5 percent from May 1962. This is a normal decrease that usually occurs at this time every year. A continued decrease is expected for July and August, but by September production will start increasing. Average daily herd production decreased 8 percent, but was 1 percent higher than in June of 1961. The decrease in producer receipts was more than the decrease in sales; consequently, the Class I utilization was 66.4 percent or 2.7 percentage points more than in May 1962 and June 1961.

CLASS I SALES

Class I sales decreased 3.7 percent from May 1962, which is a normal trend for this area, and is caused by vacations and school being out. A comparison of the size of containers that fluid milk is sold in, with May 1961 and November 1961, is, as follows:

May 1961	Gallons	47.8%	½ Gallons	37.2%	Quarts	8.5%	Other	6.5%
Nov. 1961	Gallons	47.3%	½ Gallons	37.3%	Quarts	8.4%	Other	7.0%
May 1962	Gallons	48.7%	½ Gallons	36.6%	Quarts	7.4%	Other	7.3%

CLASS I PRICE

The Class I price for the July 1962 delivery period will be \$4.05 per hundredweight for 3.5 percent milk. This price was computed by adding \$1.10 per hundredweight to the basic formula price (\$3.01) and subtracting the 6 cent supply-demand adjustment. The supply-demand adjustment for the August delivery period will be a minus 4 cents.

ORDER NO. 31 PRICES

Class Prices and Uniform Prices Per Cwt. for 3.5% Milk  
Average Prices For The Years 1953-1959 And By Months From 1960 To Date

Year and Month	<u>CLASS I</u>			<u>CLASS II</u>		<u>CLASS III</u>	<u>UNIFORM PRICES</u>	
	<u>Differ- ential</u>	<u>Supply Demand</u>	<u>Milk Price</u>	<u>Differ- ential</u>	<u>Milk Price</u>	<u>Milk Price</u>	<u>Milk Price</u>	<u>B. F. Differ- ential</u>
1953	\$ 1.10	\$ - .105	\$ 4.370	\$ --	\$ --	\$ 3.141	\$ 4.107	\$ .079
1954	1.10	- .243	3.930	--	--	2.874	3.636	.072
1955	1.10	- .134	4.000	--	--	3.018	3.785	.069
1956	1.22	- .049	4.277	--	--	3.118	4.005	.071
1957	1.10	- .177	4.060	.59	3.688	3.126	3.833	.071
1958	1.08	- .118	3.980	.60	3.611	3.009	3.777	.070
1959	1.10	+ .075	4.188	.60	3.608	3.018	3.966	.072
1960								
Jan.	\$ 1.10	\$ - .04	\$ 4.21	\$ .70	\$3.85	\$ 3.13	\$ 3.96	\$ .070
Feb.	1.10	- .06	4.17	.70	3.83	3.12	3.95	.070
Mar.	.90	- .06	3.96	.45	3.57	3.09	3.78	.070
Apr.	.90	- .06	3.93	.45	3.54	3.03	3.72*	.070
May	.90	- .02	3.91	.45	3.48	3.00	3.59*	.070
June	.90	+ .02	3.92	.45	3.45	3.00	3.63*	.070
July	1.10	- .04	4.06	.45	3.45	3.01	3.83*	.070
Aug.	1.30	- .06	4.25	.70	3.71	3.08	4.07	.071
Sept.	1.30	.00	4.138	.70	3.78	3.20	4.19	.074
Oct.	1.30	+ .06	4.56	.70	3.90	3.31	4.28	.073
Nov.	1.30	+ .12	4.73	.70	4.01	3.40	4.51	.074
Dec.	1.10	+ .04	4.54	.70	4.10	3.44	4.34	.073
Av.	\$ 1.10	\$ - .008	\$ 4.22	\$ .60	\$3.72	\$ 3.15	\$ 3.988	\$ .071
1961								
Jan.	\$ 1.10	\$ - .06	\$ 4.48	\$ .70	\$4.14	\$ 3.42	\$ 4.26	\$ .073
Feb.	1.10	- .02	4.50	.70	4.12	3.24	4.26	.073
Mar.	.90	- .02	4.12	.45	3.69	3.23	3.94	.073
Apr.	.90	- .02	4.11	.45	3.68	3.23	3.91*	.073
May	.90	.00	4.13	.45	3.68	3.19	3.84*	.073
June	.90	+ .02	4.11	--	3.30	3.12	3.76*	.073
July	1.10	+ .02	4.24	--	3.31	3.15	3.95*	.073
Aug.	1.30	- .04	4.41	--	3.33	3.17	4.13	.073
Sept.	1.30	- .06	4.41	--	3.33	3.18	4.16	.073
Oct.	1.30	- .04	4.44	--	3.33	3.19	4.12	.073
Nov.	1.30	+ .02	4.51	--	3.32	3.21	4.22	.073
Dec.	1.10	- .02	4.29	--	3.34	3.19	4.00	.073
Av.	\$ 1.10	\$ - .018	\$ 4.31	\$ .55	\$3.55	\$ 3.21	\$ 4.05	\$ .073
1962								
Jan.	\$ 1.10	\$ - .12	\$ 4.17	\$ --	\$3.34	\$ 3.18	\$ 3.92	\$ .073
Feb.	1.10	- .10	4.18	--	3.33	3.14	3.92	.073
Mar.	.90	- .10	4.09	--	3.32	3.06	3.85	.073
Apr.	.90	- .08	4.03	--	3.14	2.93	3.69*	.070
May	.90	- .04	3.91	--	3.09	2.90	3.55*	.070
June	.90	- .04	3.87	--	3.08	2.89	3.54*	.070
July	1.10	- .06	4.05	--				

\* The price shown here is the weighted average of the base price and the excess price.



SOUTH BEND-LAPORTE-ELKHART, INDIANA, MILK MARKET NEWS

Vol. VI, No. 7

UTILIZATION AND CLASSIFICATION OF MILK

July 1962

	June 1962		June 1961	
	Reported Data		Audited Data	
	Product Pounds	Butterfat Pounds	Product Pounds	Butterfat Pounds
<u>CLASS I</u>				
Milk	9,134,077	321,304	8,485,906	295,946
Skim Milk	89,068	29	138,947	146
Fortified Skim Milk	785,252	15,611	596,497	12,606
Buttermilk	91,668	869	81,105	693
Flavored Milk & Drink	286,568	8,644	228,544	5,885
Cereal Mixture	158,868	20,014	157,469	19,201
Coffee Cream	10,988	2,158	16,261	4,979
Whipping Cream	28,344	10,942	25,643	9,940
Sour Cream	13,457	2,582	13,581	2,536
"900" Diet	--	--	1,469	21
Total Class I Utilization	10,598,290	382,153	9,745,422	351,953
Add: Class I Shrinkage	48,957	3,659	55,759	7,967
Subtract: Other Source Receipts	--	--	--	--
Subtract: Overage	--	--	730	--
Net Class I	10,647,247	385,812	9,800,451	359,920
<u>CLASS II</u>				
Used to Produce Cottage Cheese	300,014	5,211	497,937	7,584
Subtract: Other Source Receipts	--	--	--	--
Subtract: Overage	--	--	--	--
Net Class II	300,014	5,211	497,937	7,584
<u>CLASS III</u>				
Class III Products	5,916,202	224,005	5,390,561	195,897
Inventory Variation	(616,151)	(12,163)	(366,824)	(11,432)
Total Class III Utilization	5,300,051	211,842	5,023,737	184,465
Add: Class III Shrinkage	169,655	6,042	186,844	6,548
Subtract: Other Source Receipts	385,393	22,270	103,040	3,339
Subtract: Overage	158	158	1,052	197
Net Class III	5,084,155	195,456	5,106,489	187,477
<b>TOTAL PRODUCER RECEIPTS</b>	<b>16,031,416</b>	<b>586,479</b>	<b>15,404,877</b>	<b>554,981</b>

MISCELLANEOUS INFORMATION

	June 1962	May 1962	June 1961
Average Daily Production	534,881#	578,439#	513,496#
June 1962 Production Compared With -	--	- 7.62%	+ 4.07%
Class I Daily Average	353,276#	366,702#	324,847#
June 1962 Sales Compared With -	--	- 3.66%	+ 8.75%
Number of Producers	698	696	678
Daily Herd Production	766#	831#	757#
Av. Test of Producer Milk Received	3.6583%	3.75750%	3.6026%
Total Value Paid Producers	\$587,388.50	\$669,960.01	\$591,310.80
Av. Monthly Milk Check Per Farm	\$ 841.53	\$ 962.59	\$ 872.14
Av. Daily Milk Check Per Farm	\$ 28.05	\$ 31.05	\$ 29.07

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK

<u>Year</u>	<u>CLASS I</u>		<u>CLASS II</u>		<u>CLASS III</u>		<u>Total Producer Receipts</u>
	<u>Pounds</u>	<u>Percent</u>	<u>Pounds</u>	<u>Percent</u>	<u>Pounds</u>	<u>Percent</u>	
1953	7,342,338	75.6	--	--	2,369,395	24.4	9,711,733
1954	7,272,928	70.4	--	--	3,058,935	29.6	10,331,863
1955	8,692,563	76.3	--	--	2,695,649	23.7	11,388,212
1956	10,125,716	75.4	--	--	3,302,901	24.6	13,428,617
1957	11,720,328	70.8	1,107,967	6.7	3,725,823	22.5	16,554,118
1958	13,517,112	73.0	1,310,449	7.1	3,685,335	19.9	18,512,896
1959	16,589,993	76.9	1,211,475	5.6	3,769,307	17.5	21,570,775
<u>1960</u>							
Jan.	16,630,974	72.7	1,303,077	5.7	4,946,776	21.6	22,880,827
Feb.	16,117,168	73.6	1,345,884	6.2	4,424,792	20.2	21,887,844
Mar.	17,371,361	75.1	1,512,205	6.5	4,260,340	18.4	23,143,906
Apr.	16,321,608	72.9	1,491,301	6.7	4,585,248	20.4	22,398,157
May	16,103,616	62.3	1,389,314	5.4	8,362,376	32.3	25,855,306
June	16,240,464	66.1	1,453,867	5.9	6,883,339	28.0	24,577,670
July	17,332,311	75.2	1,431,813	6.2	4,285,299	18.6	23,049,423
Aug.	17,706,937	80.5	1,735,935	7.9	2,564,449	11.6	22,007,321
Sept.	19,290,559	81.5	1,523,672	6.4	2,850,771	12.1	23,665,002
Oct.	19,063,274	74.9	1,552,857	6.1	4,841,457	19.0	25,457,588
Nov.	18,615,975	79.3	1,438,390	6.1	3,419,799	14.6	23,474,164
Dec.	19,183,826	77.7	1,325,496	5.4	4,184,235	16.9	24,693,557
Av.	17,498,173	74.3	1,458,651	6.3	4,634,073	19.4	23,590,897
<u>1961</u>							
Jan.	19,690,835	75.4	1,428,275	5.5	4,975,674	19.1	26,094,784
Feb.	17,464,772	75.9	1,421,718	6.2	4,129,407	17.9	23,015,897
Mar.	12,420,107	75.6	382,047	2.3	3,627,652	22.1	16,429,806
Apr.	11,484,078	73.4	318,468	2.0	3,848,568	24.6	15,651,114
May	11,792,418	67.0	321,915	1.8	5,481,802	31.2	17,596,135
June	9,830,977	63.8	313,085	2.0	5,264,837	34.2	15,408,899
July	10,613,606	70.4	675,908	4.5	3,790,475	25.1	15,079,989
Aug.	11,084,817	75.8	693,508	4.7	2,844,025	19.5	14,622,350
Sept.	10,923,499	77.5	326,563	2.3	2,837,715	20.2	14,087,777
Oct.	12,181,290	73.3	338,433	2.0	4,105,238	24.7	16,624,961
Nov.	11,955,642	76.4	289,822	1.9	3,393,575	21.7	15,639,039
Dec.	11,801,030	72.3	279,474	1.7	4,250,327	26.0	16,330,831
Av.	12,603,589	73.1	565,768	3.1	4,045,775	23.8	17,215,132
<u>1962</u>							
Jan.	12,231,118	73.2	330,249	2.0	4,148,001	24.8	16,709,368
Feb.	11,188,371	73.3	389,585	2.6	3,678,047	24.1	15,256,003
Mar.	12,417,545	73.9	483,171	2.9	3,899,565	23.2	16,800,281
Apr.	11,110,184	68.6	364,144	2.2	4,732,699	29.2	16,207,027
May	11,414,525	63.7	340,658	1.9	6,176,413	34.4	17,931,596
June	10,651,666	66.4	300,014	1.9	5,079,736	31.7	16,031,416